

## Message Text

CONFIDENTIAL POSS DUPE

PAGE 01 JIDDA 05515 221443Z

53

ACTION NEA-16

INFO OCT-01 ISO-00 EB-11 TRSE-00 COME-00 PM-07 L-03 SP-03

CIAE-00 INR-11 NSAE-00 RSC-01 FTC-01 FEA-02 AID-20

DRC-01 /077 W

----- 106518

R 221345Z SEP 74

FM AMEMBASSY JIDDA

TO SECSTATE WASHDC 8722

INFO SECDEF WASHDC

CORPS OF ENGINEERS WASHDC

C O N F I D E N T I A L JIDDA 5515

PASS: TREASURY FOR PARSKY

E.O.: 11652: GDS

TAGS: EAID, SA, US

SUBJ: CORPS OF ENGINEERS ASSISTANCE DEVELOPING SAUDI  
INFRASTRUCTURE

REF : STATE 202489

1. AMBASSADOR DISCUSSED QUESTIONS IN REFTEL WITH DEPUTY ASSIST SEC'Y PARSKY BEFORE PARSKY'S DEPARTURE. THERE IS APPARENTLY MUCH REMAINING TO BE DONE BEFORE DEFINITION OF ROLE FOR CORPS OF ENGINEERS IS CLARIFIED. HOWEVER, THERE IS NO DOUBT THAT COE IS MAJOR RESOURCE FOR SPEEDING SAUDI DEVELOPMENT, CERTAINLY IN PUBLIC INFRASTRUCTURE AND QUITE POSSIBLY IN ESTABLISHING STANDARDS FOR THE CONSTRUCTION OF INDUSTRIAL FACILITIES.

2. SPECIFIC QUESTION ASKED IN REFTEL WILL UNDOUBTEDLY ARISE IN WASHINGTON DISCUSSION SEPT 26-28. EMBASSY URGES THAT COE BE PRESENT AT THESE TALKS AS A PRELIMINARY TO FURTHER DISCUSSION ON THE INDUSTRIALIZATION PROGRAM WITHIN THE USG AFTER DEPARTURE OF THE SAUDI TEAM.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 JIDDA 05515 221443Z

3. IN GENERAL THE MAJOR INDUSTRIALIZATION PROGRAM WILL BE PLANNED WHILE PARALLEL EFFORTS ON INDIVIDUAL PROJECTS

ARE GOING FORWARD. FEASIBILITY STUDIES WILL BE PHASED INTO OVERALL PLANNING BUT DEFINITION OF MAJOR PHASES MUST AWAIT BECHTEL PLAN FOR EASTERN PROVINCE. (FYI: BECHTEL IS CONSULTING WITH COE AT LIVORNO THIS WEEK.)

4. THE SAUDI ARABIAN GOVERNMENT MAY AGREE TO CONTRACTS BEING AWARDED DIRECTLY BY THE COE BUT INDIVIDUAL AMERICAN JOINT VENTURE PARTNERS MAY ALSO DESIRE TO HAVE A SAY IN SUCH AWARDS FOR INDUSTRIAL FACILITIES.

5. NECESSARY FUNDS CAN BE MADE AVAILABLE IN SEVERAL DIFFERENT WAYS, INCLUDING A SEPARATE TRUST FUND OR BY INDIVIDUAL PROJECTS. BOTH THE MINISTRY OF COMMERCE IN THE NON-HYDROCARBON SECTOR AND THE MINISTRY OF PETROLEUM (PETROMIN) IN THE HYDROCARBON SECTOR WILL BE IMPORTANT POINTS OF CONTACT FOR THE INDUSTRIALIZATION PROGRAM.

6. AMB WELCOMES APPOINTMENT OF DEPUTY ASSIST SEC'Y NOYES AS THE POINT OF CONTACT ON THIS MATTER IN THE DEFENSE DEPT.  
AKINS

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MILITARY ASSISTANCE, INDUSTRIAL DEVELOPMENT  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 22 SEP 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** cunninfx  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974JIDDA05515  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D740266-0754  
**From:** JIDDA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740924/aaaaauaz.tel  
**Line Count:** 82  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION NEA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** STATE 202489  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** cunninfx  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 23 AUG 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <23 AUG 2002 by WorrelSW>; APPROVED <04 MAR 2003 by cunninfx>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** CORPS OF ENGINEERS ASSISTANCE DEVELOPING SAUDI INFRASTRUCTURE  
**TAGS:** EAID, SA, US, USA CORPS OF ENGINEERS  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005